

March 1, 2011

Mark S. Pelizza  
Sr. Vice President  
Health, Environment and Public Affairs  
Hydro Resources, Inc.  
405 State Hwy., 121 Bypass  
Building A, Suite 110  
Lewisville, TX 75067

SUBJECT: JANUARY 21, 2011 LETTER REQUESTING A STATUS UPDATE ON REVIEW OF HYDRO RESOURCES, INC.'S REVISED RESTORATION ACTION PLANS AND ISSUES RELATING TO ITS LICENSE RENEWAL REQUEST, SUA-1580 (TAC NO. J00637)

Dear Mr. Pelizza:

By letter to the U.S. Nuclear Regulatory Commission (NRC), dated January 21, 2011, Hydro Resources, Inc. (HRI) requested: (1) a status update on review of its revised Restoration Action Plans (RAPs); (2) a response to HRI's position that its License does not yet warrant timely license renewal due to the Commission's prohibition on its use issued in 2000, and the Licensing Board's subsequent prohibition on its use in LBP-04-03 in 2004; and finally (3) a response to HRI's position that if renewal of its License is necessary, there should be no new notice of an opportunity for a hearing. This letter is to acknowledge receipt of HRI's letter, update the status of the RAP review, and inform HRI of the process of reviewing the requests in (2) and (3) above.

With respect to request (1) above, the NRC staff received HRI's four revised RAPs on October 19, 2010, and accepted them for review on December 20, 2010. They are currently under review by NRC technical staff. Staff expects to complete its review by May 31, 2011.

The staff is currently unable to provide you with a response to items (2) and (3) above. These requests will be taken under review by staff and we will provide you with a response once the review is complete. If you have any questions, please contact me at [ron.linton@nrc.gov](mailto:ron.linton@nrc.gov) or (301) 415-7777.

M. Pelizza

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In accordance with 10 CFR 2.390 of the NRC's "Rules of Practice for Domestic Licensing Proceedings and Issuance of Orders," a copy of this letter will be available electronically for public inspection in the NRC Public Document Room or from the Publicly Available Records component of NRC's document system (ADAMS). ADAMS is accessible from the NRC Web site at <http://www.nrc.gov/reading-rm/adams.html>.

Sincerely,

**/RA/**

Ron C. Linton, Project Manager  
Uranium Recovery Licensing Branch  
Decommissioning and Uranium Recovery  
Licensing Directorate  
Division of Waste Management  
and Environmental Protection  
Office of Federal and State Materials  
and Environmental Management Programs

Docket No.: 040-8968  
License No.: SUA-1580

cc: Christopher S. Pugsley, Esq., Partner  
Thompson & Pugsley, PLLC  
1225 19<sup>th</sup> Street, NW, Ste 300  
Washington, DC 20036

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Ron C. Linton, Project Manager  
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<b>DATE</b>	1/31/11	1/31/11	1/31/11	2/24/11	3/1/11

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